

SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA**FINANCIAL STATEMENTS****AS OF DECEMBER 31, 2010**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 6/29/11

David Q. Richardson
Certified Public Accountant
P.O. Box 891
Tallulah, LA 71284-0891
318-574-0514

SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA
YEAR ENDED DECEMBER 31, 2010

TABLE OF CONTENTS

	<u>Exhibit</u>	<u>Page No.</u>
Independent Auditor's Report		1-2
Required Supplemental Information (Part I)		
Management's Discussion and Analysis		4-7
Basic Financial Statements		
Governmental Funds Balance Sheet / Statement of Net Assets	A	9
Statement of Governmental Funds Revenues, Expenditures, and Changes in Fund Balances / Statement of Activities	B	10
Notes to the Financial Statements		
Notes to the Financial Statements		12-17
	<u>Schedule</u>	<u>Page No.</u>
Required Supplemental Information (Part II):		
Budget Comparison Schedule - Special Revenue Fund	1	19
Budget Comparison Schedule - Support Enforcement Fund	2	20
Budget Comparison Schedule - Probation Supervision Fund	3	21
Budget Comparison Schedule - Judicial Expense Fund	4	22
Budget Comparison Schedule - FINS Intake Officer Fund	5	23
Other Supplemental Information (Part III):		
Combining Balance Sheet - Special Revenue Fund	6	25
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance - Special Revenue Fund	7	26
Compliance Reporting		
Schedule of Findings and Questioned Costs		28
Schedule of Prior Year Findings		29
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government</i> <i>Auditing Standards</i>		30-31

DAVID Q. RICHARDSON

Certified Public Accountant
Post Office Box 891
Tallulah, Louisiana 71284
cpa2912@bellsouth.net
(318) 574-0514
(318) 574-0176

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

Sixth Judicial District Court of Louisiana
Tallulah, Louisiana

I have audited the accompanying financial statements of the governmental activities and the major fund of the Sixth Judicial District Court as of and for the year ended December, 31, 2010, as listed in the table of contents. These financial statements are the responsibility of the Sixth Judicial District Court. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the Sixth Judicial District Court, as of December 31, 2010, and the changes in financial positions for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis and other required supplementary information on pages 4 through 7, and 19 through 23 respectively, are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, I did not audit the information and express no opinion on it.

In accordance with *Government Auditing Standards*, I have also issued a report dated May 31, 2011, on my consideration of the Court's internal control over financial reporting and my tests of its compliance with certain provisions of laws. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of my audit.

My audit was conducted for the purpose of forming an opinion on the basic financial statements of the Sixth Judicial District Court of Louisiana, taken as a whole. The accompanying schedules of combining financial statements are presented for the purpose of additional analysis and are not a required part of the basic financial statements. The information in these combining financial statements has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.



Tallulah, Louisiana
May 31, 2011

REQUIRED SUPPLEMENTAL INFORMATION

PART I

Management's Discussion and Analysis

December 31, 2010

Our discussion and analysis of the Sixth Judicial District Court of Louisiana's financial performance provides an overview of the Court's financial activities for the fiscal year which ended December 31, 2010. Please read it in conjunction with the Court's financial statements, which begins on page 9 .

Financial Highlights

The Sixth Judicial District Court of Louisiana's net assets increased by \$20,833 or 2.9%.

During the year the Court's program revenues were \$320,260, an increase of \$23,111 when compared to 2009.

During the year ended December 31, 2010, the Court had total expenditures of \$355,841, a decrease of \$37,285 when compared to 2009.

Overview of the Financial Statements

This Management Discussion and Analysis document introduces the Court's basic financial statements. The annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities provide information about the financial activities as a whole and illustrate a longer-term view of the Court's finances. The Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Fund tell how these services were financed in the short term as well as what remains for future spending. Fund Financial Statements also report the operations in more detail than the Government-Wide Financial Statements by providing information about the most significant funds. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the Court's finances, in a manner similar to a private-sector business. The government-wide financial statements provide short and long-term information about the Court's financial statements as a whole.

The Sixth Judicial District Court of Louisiana's government-wide financial statements include a Statement of Net Assets and Statement of Activities, which are prepared using accounting principles that are similar to commercial enterprises. The purpose of the Statement of Net Assets is to report all of the assets held and liabilities owed by the Court using the full accrual basis of accounting. The Court reports all of its assets when it acquires ownership over the assets and reports all of its liabilities when they are incurred.

The difference between the Court's total assets and total liabilities is reported as net assets and this difference is similar to the total owner's equity presented by a commercial enterprise. Over time, increases or decreases in the Court's net assets are one indicator of whether its financial health is improving or deteriorating. However, the Court's goal is to provide services to the citizens of the district, not to generate profits as commercial enterprises do. Therefore, not only financial factors must be considered to assess the overall health of the Court.

The purpose of the Statement of Activities is to present the revenues and expenses of the Sixth Judicial District Court. Again, the items presented on the Statement of Activities are measured in a manner similar to the approach used by a commercial enterprise in that revenues are recognized when earned or established criteria are satisfied and expenses are reported when incurred by the Court. Thus, revenues are reported even though they may not be collected for several months after the end of the accounting period and expenses are recorded even though they may not have used cash during the current period.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the Governmental Fund Balance sheet and Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Sixth Judicial District Court of Louisiana adopts an annual budget for all funds. These budgets are amended during the year as events and circumstances change. A budgetary comparison statement is provided for the fund to demonstrate compliance with these budgets.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Sixth Judicial District Court of Louisiana's performance.

REPORTING ON THE SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA AS A WHOLE

The following table reflects the condensed Statement of Net Assets:

CONDENSED STATEMENT OF NET ASSETS Years Ended December 31, 2010, and 2009

	2010	2009
Assets		
Current and other assets	\$ 726,356	\$ 700,989
Capital assets, net of accumulated depreciation	12,807	15,156
Total Assets	<u>739,163</u>	<u>716,145</u>
Liabilities		
Current and other liabilities	<u>4,672</u>	<u>2,487</u>
Net Assets		
Invested in capital assets, net of related debt	12,807	15,156
Unrestricted	721,684	698,502
Total Net Assets	<u>\$ 734,491</u>	<u>\$ 713,658</u>

Net assets may serve over time as a useful indicator of a government's financial position. In the case of the Sixth Judicial District Court, assets exceed liabilities at the close of the fiscal year, by \$734,491 in 2010 and \$713,658 in 2009. Of these amounts \$12,807, or 2%, and \$15,156, or 2% of the total net assets, represents the investment of the Court in capital assets net of related debt. Net assets of \$721,684 for 2010, and \$698,502 for 2009, which are technically unrestricted, need to be viewed in light of information in the fund financial statements.

The following table reflects the condensed Statement of Activities:

CONDENSED STATEMENT OF ACTIVITIES Years Ended December 31, 2010, and 2009

	2010	2009
Revenues		
Program revenue	\$ 320,145	\$ 297,149
Intergovernmental	45,857	46,352
Interest and other income	13,021	9,460
Total Revenues	<u>379,023</u>	<u>352,961</u>
Expenses		
Salaries and benefits	270,672	270,746
Travel	16,198	19,406
Other	71,320	103,171
Total Expenses	<u>358,190</u>	<u>393,323</u>
Change in Net Assets	20,833	(40,362)
Net Assets-beginning	713,658	754,020
Net Assets-ending	<u>\$ 734,491</u>	<u>\$ 713,658</u>

The cost of governmental activities for 2010 and 2009 was \$355,841 and \$393,126.

Financial Analysis of the Government's Funds

As noted earlier, the Sixth Judicial District Court of Louisiana uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the governmental funds is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of December 31, 2010, the governmental fund balance of \$721,684 showed an increase of \$23,297 when compared to December 31, 2009.

Capital Asset and Debt Administration

Capital assets. The Sixth Judicial District Court of Louisiana's investment in capital assets for its governmental activities as of December 31, 2010, amounts to \$12,807. This investment includes furniture and equipment. This value is net of accumulated depreciation.

Long-term debt. The Sixth Judicial District Court of Louisiana does not have any debt.

General Fund Budgetary Highlights

The Court's budget is prepared according to Louisiana law.

A budgetary comparison schedule showing the Sixth Judicial District Court's original and amended budgets compared with actual operating results is provided in the report that follows.

Economic Factors and Next Year's Budgets

The Court considered many factors when setting its 2011 budget.

Revenues and expenditures of the Court's funds are expected to remain fairly consistent with the 2010 fiscal year.

Requests for information

This financial report is designed to provide a general overview of the Sixth Judicial District Court of Louisiana's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Sixth Judicial District Court of Louisiana, P.O. Box 1271, Tallulah, Louisiana, 71282.

BASIC FINANCIAL STATEMENTS

SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA
GOVERNMENTAL FUNDS BALANCE SHEET / STATEMENT OF NET ASSETS
DECEMBER 31, 2010

	Special Revenue Fund	Adjustments Reclassifications Note 1	Statement of Net Assets
Assets			
Cash and cash equivalents	\$ 118,631	\$ -	\$ 118,631
Investments - certificates of deposit	584,730	-	584,730
Accounts receivable	22,995	-	22,995
Capital assets, net of accumulated depreciation	-	12,807	12,807
Total Assets	<u>726,356</u>	<u>12,807</u>	<u>739,163</u>
Liabilities			
Accounts payable	<u>4,672</u>	-	<u>4,672</u>
Fund Balance/Net Assets			
Fund Balance - Unreserved - Undesignated	<u>721,684</u>	<u>(721,684)</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 726,356</u>	<u>(721,684)</u>	<u>4,672</u>
Net Assets			
Invested in Capital assets		12,807	12,807
Unrestricted		<u>721,684</u>	<u>721,684</u>
Total Net Assets		<u>\$ 12,807</u>	<u>\$ 734,491</u>

The accompanying notes are an integral part of this financial statement.

SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA
STATEMENT OF GOVERNMENTAL FUND REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES / STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2010

	Special Revenue Fund	Adjustments Note 1	Statement of Activities
Expenditures/Expenses			
Judiciary:			
Salaries & benefits	\$ 270,672	\$ -	\$ 270,672
Travel	16,198	-	16,198
Office expense	34,460	-	34,460
Insurance	419	-	419
Professional fees	21,864	-	21,864
Repairs & maintenance	6,576	-	6,576
Other	2,506	-	2,506
Capital outlay	3,146	(3,146)	-
Depreciation	-	5,495	5,495
Total Expenditures/Expenses	<u>355,841</u>	<u>2,349</u>	<u>358,190</u>
Program Revenues			
Fees & other charges:			
Support Enforcement	132,142	-	132,142
Probation Supervision	137,553	-	137,553
Judicial Expense	50,565	(115)	50,450
Total Program Revenues	<u>320,260</u>	<u>(115)</u>	<u>320,145</u>
Net Program Expense	<u>(35,581)</u>	<u>(2,464)</u>	<u>(38,045)</u>
General Revenues			
Intergovernmental	45,857	-	45,857
Interest income	13,021	-	13,021
Total General Revenues	<u>58,878</u>	<u>-</u>	<u>58,878</u>
Excess (Deficiency) of Revenues over Expenditures	23,297	(2,464)	20,833
Fund Balance/Net Assets			
Balance - beginning of the year	<u>698,387</u>	<u>15,271</u>	<u>713,658</u>
Balance - end of the year	<u>\$ 721,684</u>	<u>\$ 12,807</u>	<u>\$ 734,491</u>

The accompanying notes are an integral part of this financial statement.

NOTES TO THE FINANCIAL STATEMENTS

**SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010**

INTRODUCTION

The Sixth Judicial District Court of Louisiana was established by Louisiana Revised Statutes 13:996.38 and 46:236.5. The purpose of Louisiana Revised Statute 13:996.38 is to expedite the business and function of the court by payment of personnel salaries, purchase and maintenance of equipment, establishing and maintaining a law library, and any expenses incidental to proper administration of the court other than payment of salaries to judges. In addition, Louisiana Revised Statute 46:236.5 is to expedite the establishment and enforcement of support payments. A collection fee of not more than 5% of support obligation can be used to fund the administrative costs of the expedited process.

The Sixth Judicial District Court of Louisiana has offices in the court house of Tensas, Madison, and East Carroll Parishes. The Court has 11 employees, not including the judges: three secretaries, two court reporters, two law clerks, one court administrator, two misdemeanor probation officers, and one FINS officer.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying basic financial statements of the Sixth Judicial District Court of Louisiana have been prepared in conformity with governmental accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The accompanying basic financial statements have been prepared in conformity with GASB Statement 34, *Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments*, issued in June 1999.

B. REPORTING ENTITY

For financial reporting purposes, in conformance with GASB Codification Section 2100, the Sixth Judicial District Court of Louisiana is a part of the district court system of the State of Louisiana. The accompanying financial statements present financial information only on the operations of the Special Revenue Fund of the Sixth Judicial District Court, a component of the State of Louisiana judicial system. This component unit is an integral part of the reporting entity.

C. FUND ACCOUNTING

The Court uses funds to maintain its financial records during the year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain functions and activities. A fund is defined as a separate fiscal and accounting entity with a self-balancing set of accounts.

SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2010

Governmental Funds

Governmental funds account for all or most of the Court's general activities. These funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may be used. Current liabilities are assigned to the fund from which they will be paid. The difference between a governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources which may be used to finance future period programs or operations of the Court.

D. MEASUREMENT FOCUS/BASIS OF ACCOUNTING

Fund Financial Statements (FFS)

The amounts reflected in the Special Revenue Fund column of Exhibits A and B are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The Statement of Revenues, Expenditures, and Changes in Fund Balance reports on the sources of current financial resources. This approach is then reconciled, through adjustments, to a government-wide view of the Court's operations.

The amounts reflected in the Special Revenue Fund column of Exhibits A and B use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual. Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Court considers all revenues available if they are collected within 60 days after the fiscal year end. Expenditures are recorded when the related fund liability is incurred. The governmental funds use the following practices in recording revenues and expenditures:

Revenues

Revenues are recognized in the accounting period when susceptible to accrual (i.e., when they become both available and measurable). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period.

Commissions of filing fees are considered measurable when in the hands of collecting governments and are recognized as revenue at that time. Collection fees on support obligations are recorded when they are received by the Sixth Judicial District Court of Louisiana. Interest income on the money market account is recorded when the income is available and measurable.

Expenditures

Expenditures are generally recognized under the modified accrual basis of accounting in the accounting period in which the fund liability is incurred, if measurable.

SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2010

Government-Wide Financial Statements

The column labeled Statement of Net Assets (Exhibit A) and the Statement of Activities (Exhibit B) display information about the court as a whole. These statements include all the financial activities of the Court. Information contained in these columns reflect the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs, regardless of when cash is received or disbursed. Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*.

Program Revenues - Program revenues included in the Statement of Activities (Exhibit B) are derived directly from users as a fee for services; program revenues reduce the cost of the function to be financed from the Court's general revenues.

E. BUDGETARY ACCOUNTING

In accordance with R.S. 39:1313© the Sixth Judicial District Court of Louisiana did adopt a budget for the year ended December 31, 2010. Budget amounts were originally adopted by the judges on December 28, 2009, and amended on December 28, 2010. The budget amounts are adopted by the judges except beginning fund balances which have been adjusted to agree with the ending balance of the prior year audit report. All budgetary appropriations lapse at the end of each year. Encumbrance accounting is not used.

F. CASH AND CASH EQUIVALENTS

Cash includes amounts in demand deposits, interest bearing demand deposits, and time deposits. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the Court may deposit funds in demand deposits, interest bearing demand deposits, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States.

G. INVESTMENTS

Investments are limited by Louisiana Revised Statute (R.S.) 33:2955 and the Court's investment policy. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents.

SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2010

H. CAPITAL ASSETS

Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The Court maintains a threshold level of \$500.00 or more for capitalizing capital assets. All assets are valued at historical cost.

Capital assets are recorded in the Statement of Net Assets and Statement of Activities. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public purposes, no salvage is taken into consideration for depreciation purposes. All capital assets are depreciated using the straight line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Furniture, fixtures, and office equipment	5-15 years

I. COMPENSATED ABSENCES

The Court allows two weeks per year in paid vacation and sick leave; however, this leave does not accrue. Since this leave policy does not provide for the accumulation and vesting of leave, no liability has been recorded in the financial statements.

J. ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 - CASH

Cash includes amounts in interest bearing demand deposits. Under state law, the Court may deposit funds in demand deposits, interest bearing deposits, money market accounts, or time deposits with state banks organized under the laws of a state of the United States.

As of December 31, 2010, the book balance of the Court's deposits was \$118,631 and the bank balance was \$115,521. Of the bank balance, \$115,521 was covered by federal depository insurance, and \$0 by pledged securities.

SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2010

NOTE 2 - CASH (cont.)

The cash and cash equivalent on hand at December 31, 2010, are as follows:

	Governmental Activities
Demand deposit	\$ 5,920
Interest-bearing demand deposits	112,711
Total	<u>\$ 118,631</u>

NOTE 3 - INVESTMENTS

	Carrying Amount	Market Value
Certificates of Deposit	<u>\$ 584,730</u>	<u>\$ 584,730</u>

NOTE 4 - ACCOUNTS RECEIVABLE

	Financial Statements	Net Assets
Intergovernmental	\$ 132	\$ 132
Fees	18,549	18,549
Interest	4,314	4,314
Total	<u>\$ 22,995</u>	<u>\$ 22,995</u>

NOTE 5 - CHANGES IN GENERAL FIXED ASSETS

The balance in general fixed assets as of December 31, 2010, was as follows:

Government Activities	Balance January 1, 2010	Additions	Deductions	Balance December 31, 2010
Support Enforcement Fund	\$ 107,352	\$ -	\$ -	\$ 107,352
Probation Supervision	35,658	3,146	-	38,804
FINS Intake Officer	10,869	-	-	10,869
Total	<u>153,879</u>	<u>3,146</u>	<u>-</u>	<u>157,025</u>
Less accumulated depreciation	<u>(138,723)</u>	<u>(5,495)</u>	<u>-</u>	<u>(144,218)</u>
Capital assets - net	<u>\$ 15,156</u>	<u>\$ (2,349)</u>	<u>\$ -</u>	<u>\$ 12,807</u>

All of the Court's fixed assets consisted of office and court room furniture, fixtures, and equipment. The Court has transferred all unused office equipment, computers, monitors, typewriters, etc. to the State of Louisiana Property Management System.

SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2010

NOTE 6 - PENSION PLAN

Substantially all employees of the Court are members of the Parochial Employees Retirement System of Louisiana ("System"), a cost-sharing multiple-employer, public employee retirement system (PERS), controlled and administered by a separate board of trustees. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the Court are members of Plan A.

All permanent employees working at least 28 hours per week who are paid wholly or in part from District Court funds are eligible to participate in the System. Under Plan A, employees who retire at or after age 60 with at least 10 years of credited service, at or after age 55 with 25 years of credited service, or at any age with at least 30 years of credited service are entitled to a retirement benefit, payable monthly for life equal to 3 percent of the final-average salary for each year of credited service. However, for those employees who were members of the supplemental plan prior to January 1, 1980, the benefit is equal to one percent of final-average salary, plus \$24.00 for each year of supplemental plan for service earned prior to January 1, 1980. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of credited service stated previously and who do not withdraw their employee contributions may retire at the ages specified previously and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by state statute.

Contributions to the System include one-fourth of one percent of the taxes shown to be collectible by the tax rolls of each parish, except Orleans and East Baton Rouge parishes. State statute requires covered employees to contribute a percentage of their salaries to the System. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by an actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year.

The Court's retirement related expenses for 2010, 2009, and 2008 were \$36,045, \$26,827, and \$23,640 respectively, equal to the required contributions for each year.

REQUIRED SUPPLEMENTAL INFORMATION

PART II

SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA
GOVERNMENTAL FUND - SPECIAL REVENUE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	Favorable (Unfavorable)
Revenues				
Intergovernmental	\$ 44,490	\$ 44,490	\$ 45,857	\$ 1,367
Fees	312,150	321,600	320,260	(1,340)
Interest	14,625	14,625	13,021	(1,604)
Other	1,200	1,250	-	(1,250)
Total Revenues	372,465	381,965	379,138	(2,827)
Expenditures				
General government:				
Salaries and benefits	273,425	275,000	270,672	4,328
Travel	19,150	15,850	16,198	(348)
Office expense	30,605	32,990	34,460	(1,470)
Insurance	400	425	419	6
Professional fees	20,150	20,300	21,864	(1,564)
Repairs and maintenance	8,850	6,650	6,576	74
Other	2,200	2,905	2,506	399
Capital outlay	4,200	300	3,146	(2,846)
Total Expenditures	358,980	354,420	355,841	(1,421)
Excess (Deficiency) of Revenues over Expenditures	13,485	27,545	23,297	(4,248)
Other Financing Sources (Uses)				
Operating transfers in	77,665	75,625	75,625	-
Operating transfers out	(76,000)	(75,625)	(75,625)	-
Total	1,665	-	-	-
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	15,150	27,545	23,297	(4,248)
Fund Balance - Beginning	698,387	698,387	698,387	-
Fund Balance - Ending	\$ 713,537	\$ 725,932	\$ 721,684	\$ (4,248)

SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA
 GOVERNMENTAL FUND - SUPPORT ENFORCEMENT
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
Revenues				
Fees	\$ 140,000	\$ 135,000	\$ 132,142	\$ (2,858)
Interest	11,500	11,500	10,763	(737)
Total Revenues	<u>151,500</u>	<u>146,500</u>	<u>142,905</u>	<u>(3,595)</u>
Expenditures				
General government:				
Salaries and benefits	38,450	39,300	39,280	20
Travel	2,100	1,000	922	78
Office expense	11,975	13,240	14,656	(1,416)
Insurance	400	425	419	6
Professional fees	16,600	16,675	17,875	(1,200)
Repairs and maintenance	5,250	3,750	3,726	24
Other	400	475	-	475
Capital outlay	2,000	300	-	300
Total Expenditures	<u>77,175</u>	<u>75,165</u>	<u>76,878</u>	<u>(1,713)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>74,325</u>	<u>71,335</u>	<u>66,027</u>	<u>(5,308)</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	(71,000)	(70,625)	(70,625)	-
Total	<u>(71,000)</u>	<u>(70,625)</u>	<u>(70,625)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>3,325</u>	<u>710</u>	<u>(4,598)</u>	<u>(5,308)</u>
Fund Balance - Beginning	<u>528,710</u>	<u>528,710</u>	<u>528,710</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 532,035</u>	<u>\$ 529,420</u>	<u>\$ 524,112</u>	<u>\$ (5,308)</u>

SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA
GOVERNMENTAL FUND - PROBATION SUPERVISION
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual Amounts	Variance Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental	\$ -	\$ -	\$ 1,367	\$ 1,367
Fees	130,150	140,150	137,553	(2,597)
Interest	3,000	3,000	2,190	(810)
Other	1,200	1,250	-	(1,250)
Total Revenues	<u>134,350</u>	<u>144,400</u>	<u>141,110</u>	<u>(3,290)</u>
Expenditures				
General government:				
Salaries and benefits	79,200	76,550	76,410	140
Travel	12,000	11,200	10,932	268
Office expense	16,900	17,485	18,186	(701)
Professional fees	2,200	2,275	2,639	(364)
Repairs and maintenance	3,600	2,900	2,850	50
Other	1,800	2,430	2,506	(76)
Capital outlay	2,200	-	3,146	(3,146)
Total Expenditures	<u>117,900</u>	<u>112,840</u>	<u>116,669</u>	<u>(3,829)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>16,450</u>	<u>31,560</u>	<u>24,441</u>	<u>(7,119)</u>
Other Financing Sources (Uses)				
Operating transfers in	-	-	-	-
Operating transfers out	(5,000)	(5,000)	(5,000)	-
Total	<u>(5,000)</u>	<u>(5,000)</u>	<u>(5,000)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	11,450	26,560	19,441	(7,119)
Fund Balance - Beginning	<u>163,007</u>	<u>163,007</u>	<u>163,007</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 174,457</u>	<u>\$ 189,567</u>	<u>\$ 182,448</u>	<u>\$ (7,119)</u>

SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA
GOVERNMENTAL FUND - JUDICIAL EXPENSE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	Favorable (Unfavorable)
Revenues				
Fees	\$ 42,000	\$ 46,450	\$ 50,565	\$ 4,115
Interest	125	125	68	(57)
Total Revenues	<u>42,125</u>	<u>46,575</u>	<u>50,633</u>	<u>4,058</u>
Expenditures				
General government:				
Travel	50	50	-	50
Salaries and benefits	102,750	107,300	107,349	(49)
Professional fees	950	950	950	-
Total Expenditures	<u>103,750</u>	<u>108,300</u>	<u>108,299</u>	<u>1</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(61,625)</u>	<u>(61,725)</u>	<u>(57,666)</u>	<u>4,059</u>
Other Financing Sources (Uses)				
Operating transfers in	62,000	62,000	62,000	-
Operating transfers out	-	-	-	-
Total	<u>62,000</u>	<u>62,000</u>	<u>62,000</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	375	275	4,334	4,059
Fund Balance - Beginning	<u>5,183</u>	<u>5,183</u>	<u>5,183</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 5,558</u>	<u>\$ 5,458</u>	<u>\$ 9,517</u>	<u>\$ 4,059</u>

SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA
GOVERNMENTAL FUND - FINS INTAKE OFFICER
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	Favorable (Unfavorable)
Revenues				
Intergovernmental	\$ 44,490	\$ 44,490	\$ 44,490	\$ -
Total Revenues	44,490	44,490	44,490	-
Expenditures				
General government:				
Salaries and benefits	53,025	51,850	47,633	4,217
Travel	5,000	3,600	4,344	(744)
Office expense	1,730	2,265	1,618	647
Professional fees	400	400	400	-
Repairs	-	-	-	-
Total Expenditures	60,155	58,115	53,995	4,120
Excess (Deficiency) of Revenues over Expenditures	(15,665)	(13,625)	(9,505)	4,120
Other Financing Sources (Uses)				
Operating transfers in	15,665	13,625	13,625	-
Operating transfers out	-	-	-	-
Total	15,665	13,625	13,625	-
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	-	-	4,120	4,120
Fund Balance - Beginning	1,487	1,487	1,487	-
Fund Balance - Ending	\$ 1,487	\$ 1,487	\$ 5,607	\$ 4,120

OTHER SUPPLEMENTAL INFORMATION

PART III

SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA
 COMBINING BALANCE SHEET - SPECIAL REVENUE FUND
 AS OF DECEMBER 31, 2010

	Support Enforcement Fund	Probation Supervision	Judicial Expense	FINS Intake Officer	Total
Assets					
Cash	\$ 35,432	\$ 73,656	\$ 3,623	\$ 5,920	\$ 118,631
Certificate of deposit	475,414	109,316	-	-	584,730
Accounts receivable	14,772	442	7,781	-	22,995
Total assets	<u>525,618</u>	<u>183,414</u>	<u>11,404</u>	<u>5,920</u>	<u>726,356</u>
Liabilities and Fund Equity					
Liabilities					
Accounts payable	<u>1,506</u>	<u>966</u>	<u>1,887</u>	<u>313</u>	<u>4,672</u>
Fund Equity					
Unreserved - undesignated	<u>524,112</u>	<u>182,448</u>	<u>9,517</u>	<u>5,607</u>	<u>721,684</u>
Total Liabilities and Fund Equity	<u>\$ 525,618</u>	<u>\$ 183,414</u>	<u>\$ 11,404</u>	<u>\$ 5,920</u>	<u>\$ 726,356</u>

SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Support Enforcement</u>	<u>Probation Supervision</u>	<u>Judicial Expense</u>	<u>FINS Intake Officer</u>	<u>Total</u>
Revenues					
Intergovernmental	\$ -	\$ 1,367	\$ -	\$ 44,490	\$ 45,857
Fees	132,142	137,553	50,565	-	320,260
Interest	10,763	2,190	68	-	13,021
Total Revenues	<u>142,905</u>	<u>141,110</u>	<u>50,633</u>	<u>44,490</u>	<u>379,138</u>
Expenditures					
General government:					
Salaries and benefits	39,280	76,410	107,349	47,633	270,672
Travel	922	10,932	-	4,344	16,198
Office expense	14,656	18,186	-	1,618	34,460
Insurance	419	-	-	-	419
Professional fees	17,875	2,639	950	400	21,864
Repairs and maintenance	3,726	2,850	-	-	6,576
Other	-	2,506	-	-	2,506
Capital outlay	-	3,146	-	-	3,146
Total Expenditures	<u>76,878</u>	<u>116,669</u>	<u>108,299</u>	<u>53,995</u>	<u>355,841</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>66,027</u>	<u>24,441</u>	<u>(57,666)</u>	<u>(9,505)</u>	<u>23,297</u>
Other Financing Sources (Uses)					
Operating transfers in	-	-	62,000	13,625	75,625
Operating transfers out	(70,625)	(5,000)	-	-	(75,625)
Total	<u>(70,625)</u>	<u>(5,000)</u>	<u>62,000</u>	<u>13,625</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>(4,598)</u>	<u>19,441</u>	<u>4,334</u>	<u>4,120</u>	<u>23,297</u>
Fund Balance - Beginning	<u>528,710</u>	<u>163,007</u>	<u>5,183</u>	<u>1,487</u>	<u>698,387</u>
Fund Balance - Ending	<u>\$ 524,112</u>	<u>\$ 182,448</u>	<u>\$ 9,517</u>	<u>\$ 5,607</u>	<u>\$ 721,684</u>

OTHER REPORTS REQUIRED BY GOVERNMENTAL AUDITING STANDARDS

**SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
DECEMBER 31, 2010**

A. SUMMARY OF AUDIT REPORTS

1. The auditor's reports expresses an unqualified opinion on the financial statements of the Sixth Judicial District Court of Louisiana.
2. No instances of noncompliance material to the financial statements of the Sixth Judicial District Court of Louisiana were disclosed during the audit.
3. No significant deficiencies relating to the audit of the financial statements are reported in the Independent Auditor's Report on Internal Control.

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

No findings.

**SIXTH JUDICIAL DISTRICT COURT OF LOUISIANA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2010**

There were no prior audit findings and no management letter comments.

DAVID Q. RICHARDSON

Certified Public Accountant
Post Office Box 891
Tallulah, Louisiana 71284
cpa2912@bellsouth.net
(318) 574-0514
(318) 574-0176

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Sixth Judicial District Court of Louisiana
Tallulah, Louisiana

I have audited the financial statements of the Sixth Judicial District Court of Louisiana, as of and for the year ended December 31, 2010, and have issued my report thereon dated May 31, 2011. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered Sixth Judicial District Court of Louisiana internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Sixth Judicial District Court of Louisiana's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the Sixth Judicial District Court of Louisiana internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

My consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the financial Sixth Judicial District Court of Louisiana statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However,

Sixth Judicial District Court of Louisiana
Tallulah, Louisiana

Page Two

providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance and other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the Sixth Judicial District Court of Louisiana, management, others within the organization, and applicable State Auditors and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

A handwritten signature in black ink, appearing to read "David H. Hall", with a long horizontal flourish extending to the right.

Tallulah, Louisiana
May 31, 2011